

UNITED STATES BANKRUPTCY COURT
MIDDLE DISTRICT OF PENNSYLVANIA

United Gilsonite Laboratories, A Pennsylvania Corporation

Case No. 5-11-02032

Reporting Period:

3/23/2011 - 3/31/2011

(month end date)

MONTHLY OPERATING REPORT

File with Court and submit copy to United States Trustee within 15 days after end of month

Submit copy of report to any official committee appointed in the case.

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	Yes	
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1 (CON'T)	Yes	
Copies of bank statements		Yes	
Cash disbursements journals		Yes	
Statement of Operations	MOR-2		
Balance Sheet	MOR-3		
Status of Postpetition Taxes	MOR-4		
Copies of IRS Form 6123 or payment receipt			
Copies of tax returns filed during reporting period			
Summary of Unpaid Postpetition Debts	MOR-4		
Listing of aged accounts payable			
Accounts Receivable Reconciliation and Aging	MOR-5		
Debtor Questionnaire	MOR-5		

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the attached documents are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date

Signature of Joint Debtor

Date

Signature of Authorized Individual*

April 15, 2011

Don Mancuso

Treasurer & Secretary

Printed Name of Authorized Individual

Title of Authorized Individual

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

FORM MOR
(9/99)

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be per the debtor's books, not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. The amounts reported in the "PROJECTED" columns should be taken from the SMALL BUSINESS INITIAL REPORT (FORM IR-1). Attach copies of the bank statements and the cash disbursements journal. The total disbursements listed in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1 (CONT)]

	BANK ACCOUNTS				CURRENT MONTH		CUMULATIVE FILING TO DATE	
	Operating ¹	Payroll	Remote	Money Market	ACTUAL	PROJECTED	ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	951,283.28	13,627.00	50,047.20	25.00	1,014,982.48		1,014,982.48	
RECEIPTS								
CASH SALES								
ACCOUNTS RECEIVABLE	1,268,100.06		3,258.79		1,271,358.85	975,000.00	1,271,358.85	
LOANS AND ADVANCES								
SALE OF ASSETS								
OTHER (ATTACH LIST)			1,212.93	7.75	1,220.68		1,220.68	
TRANSFERS (FROM DIP ACCTS)								
TRANSFERS (FROM OPER ACCTS)		91,864.75			91,864.75		91,864.75	
TOTAL RECEIPTS	1,268,100.06	91,864.75	4,471.72	7.75	1,364,444.28	975,000.00	1,364,444.28	
DISBURSEMENTS								
NET PAYROLL	6,971.05	91,864.75			98,835.80	93,300.00	98,835.80	
PAYROLL TAXES	35,779.99				35,779.99	34,000.00	35,779.99	
SALES, USE, & OTHER TAXES	(75.00)				(75.00)	7,700.00	(75.00)	
INVENTORY PURCHASES	118,602.24				118,602.24	600,000.00	118,602.24	
SECURED/ RENTAL/ LEASES								
INSURANCE	(263.00)				(263.00)	14,000.00	(263.00)	
ADMINISTRATIVE	(52,326.36)				(52,326.36)	44,000.00	(52,326.36)	
SELLING	(51,408.09)				(51,408.09)	107,000.00	(51,408.09)	
OTHER (ATTACH LIST)								
PERSONAL EXPENSES (MOR-1 (INDIV)								
OWNER DRAW *								
TRANSFERS (TO DIP ACCTS)								
PROFESSIONAL FEES	(625.00)				(625.00)	75,000.00	(625.00)	
U.S. TRUSTEE QUARTERLY FEES								
COURT COSTS								
TOTAL DISBURSEMENTS	56,655.83	91,864.75			148,520.58	975,000.00	148,520.58	
NET CASH FLOW	1,211,444.23		4,471.72	7.75	1,215,923.70		1,215,923.70	
(RECEIPTS LESS DISBURSEMENTS)								
CASH - END OF MONTH	2,162,727.51	13,627.00	54,518.92	32.75	2,230,906.18		2,230,906.18	

* COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

THE FOLLOWING SECTION MUST BE COMPLETED

DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)	
TOTAL DISBURSEMENTS	148,520.58
LESS: TRANSFERS TO DEBTOR IN POSSESSION ACCOUNTS	
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	148,520.58

1. The Debtor maintains two operating accounts at Wells Fargo Bank (f/k/a Wachovia), Account Nos. xxxxxx9224 and xxxxxx0155. The amounts set forth above are on a combined basis.

"March 2011 - Operational	G/L	1070 000
Balance Per Bank Statement	\$ 1,773,393.12	
		\$ 1,773,393.12
Add: Deposits in Transit	\$ 201,588.68	
	\$ 19,587.89	
	\$ 9,356.46	
	\$ 19,371.24	
	\$ 10,766.85	
	\$ 41,355.02	
	\$ 2,367.61	
		\$ 304,393.75
Deduct: Outstanding Checks		
Nevada SCADU - 130294	\$ 121.16	
Net Credit Union - 130305	\$ 6,971.05	
Blue Cross	\$ 501.44	
Rohm and Haas	\$ 2,145.27	\$ 9,738.92
Current Balance:		\$ 2,068,047.95
Balance per Books	\$ 2,162,727.51	
		\$ 2,162,727.51
Add: Bank Interest		
Deposited But Not Recorded		
		\$ -
Deduct: Bank Service Charge	\$ 1,308.16	
Postage Meter	\$ 1,200.00	
Roger Nord ck 130262	\$ 117.82	
Paul Lawatsch ck 130265	\$ 19.81	
Payroll - April 1	\$ 92,033.77	
		\$ 94,679.56
Current Balance		\$ 2,068,047.95